

**TEACHERS' FUND FOR RETIREMENT**  
**A Division of ND Retirement and Investment Office**  
**Balance Sheet**  
**As of 11/30/2004**

1/6/2005

	As of <u>11-30-04</u>	As of <u>6-30-04</u>
<b>ASSETS:</b>		
<b>INVESTMENTS (AT MARKET)</b>		
DOMESTIC EQUITIES	\$ 583,656,966	\$ 551,572,082
INTERNATIONAL EQUITIES	370,371,995	349,409,895
DOMESTIC FIXED INCOME	194,576,757	182,967,765
INTERNATIONAL FIXED INCOME	72,657,878	62,533,112
REAL ESTATE	113,371,742	108,794,052
VENTURE CAPITAL	64,786,840	60,138,622
INVESTED CASH (NOTE 1)	<u>23,690,159</u>	<u>39,971,282</u>
 TOTAL INVESTMENTS	 1,423,112,337	 1,355,386,810
 <b>RECEIVABLES</b>		
DIVIDEND/INTEREST RECEIVABLE	7,345,168	6,145,079
CONTRIBUTIONS RECEIVABLE	5,077,569	6,354,427
MISCELLANEOUS RECEIVABLE	<u>0</u>	<u>256</u>
 TOTAL RECEIVABLES	 12,422,737	 12,499,762
 <b>OTHER ASSETS</b>		
OPERATING CASH (NOTE 2)	7,491,796	8,378,563
DUE FROM OTHER AGENCIES (NOTE 3)	<u>16,871</u>	<u>0</u>
 TOTAL ASSETS	 <u><u>\$ 1,443,043,741</u></u>	 <u><u>\$ 1,376,265,135</u></u>
 <b>LIABILITIES:</b>		
ACCOUNTS PAYABLE	1,198,119	1,198,117
ACCRUED EXPENSES	188,496	253,408
DUE TO OTHER AGENCIES (NOTE 4)	<u>0</u>	<u>133,933</u>
 TOTAL LIABILITIES	 1,386,615	 1,585,458
 <b>NET ASSETS AVAILABLE:</b>		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,374,679,677	1,175,248,478
CASH IN DURING YEAR (NOTE 5)	53,500,000	130,189,850
CASH OUT DURING YEAR (NOTE 6)	53,500,000	130,189,850
NET INCREASE (DECREASE)	<u>66,977,449</u>	<u>199,431,199</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>1,441,657,126</u>	 <u>1,374,679,677</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u><u>\$ 1,443,043,741</u></u>	 <u><u>\$ 1,376,265,135</u></u>

**TEACHERS' FUND FOR RETIREMENT**  
**A Division of ND Retirement and Investment Office**  
**Profit and Loss Statement**  
**For the Month Ended 11/30/2004**

1/6/2005

	Month Ended <u>11-30-04</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 3,161,347	\$ 15,406,047
SECURITIES LENDING INCOME	97,441	410,391
	<u>3,258,788</u>	<u>15,816,438</u>
GAIN ON SALE OF INVESTMENTS	36,939,660	76,582,903
LOSS ON SALE OF INVESTMENTS	<u>7,499,530</u>	<u>39,357,781</u>
NET GAINS (LOSSES) INVESTMENTS	29,440,130	37,225,122
INVESTMENT EXPENSES	834,690	2,306,163
SECURITIES LENDING EXPENSES	85,247	319,929
SIB ADMINISTRATIVE EXPENSES	<u>10,028</u>	<u>51,291</u>
NET INVESTMENT INCOME	31,768,953	50,364,177
NET APPREC (DEPREC) MARKET VALUE	24,176,061	35,205,148
MISCELLANEOUS INCOME/(EXPENSE)	<u>6,130</u>	<u>(335,988)</u>
TOTAL INVESTMENT INCOME	55,951,144	85,233,337
CONTRIBUTIONS & ASSESSMENTS (NOTE 7)	5,182,004	17,964,576
PURCHASED SERVICE CREDIT (NOTE 8)	120,190	1,122,435
PENALTY & INTEREST (NOTE 9)	<u>0</u>	<u>1,147</u>
TOTAL ADDITIONS	<u>61,253,338</u>	<u>104,321,495</u>
DEDUCTIONS:		
BENEFITS PAID PARTICIPANTS (NOTE 10)	6,925,154	35,053,164
PARTIAL LUMP SUM BENEFITS PAID	0	141,053
REFUNDS TO MEMBER (NOTE 11)	<u>306,925</u>	<u>1,422,259</u>
TOTAL BENEFITS PAID	7,232,079	36,616,476
ADMINISTRATIVE EXPENSES		
RIO ADMINISTRATIVE CHARGE	252,430	727,570
MISCELLANEOUS EXPENSES	<u>0</u>	<u>0</u>
TOTAL ADMINISTRATIVE EXPENSES	<u>252,430</u>	<u>727,570</u>
TOTAL DEDUCTIONS	<u>7,484,509</u>	<u>37,344,046</u>
NET INCREASE (DECREASE)	<u>\$ 53,768,829</u>	<u>\$ 66,977,449</u>

**TEACHERS' FUND FOR RETIREMENT**  
**Notes To Financial Statements**  
**November 30, 2004**

1/6/2005

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1            INVESTED CASH

Pension Cash Pool invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 2            OPERATING CASH

TFFR money market and checking accounts at the Bank of North Dakota.

NOTE 3            DUE FROM OTHER AGENCIES

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 4            DUE TO OTHER AGENCIES

Amounts owed to RIO for administrative and direct costs charged.

NOTE 5            CASH IN DURING YEAR

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 6            CASH OUT DURING YEAR

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 7            CONTRIBUTIONS & ASSESSMENTS

Assessments on teachers' salaries of 7.75 percent of salary plus a matching contribution paid by the employer unit, for a total contribution and assessment of 15.5 percent that must be remitted monthly.

NOTE 8            PURCHASED SERVICE CREDIT

Payments received on the purchase of service credit for TFFR as allowed by the North Dakota Century Code.

**TEACHERS' FUND FOR RETIREMENT**  
**Notes to Financial Statements**  
**11/30/2004**

1/6/2005

NOTE 9

PENALTY & INTEREST

Amounts charged to school districts for late payment or reporting of contributions and assessments.

NOTE 10

BENEFITS PAID TO PARTICIPANTS

Monthly annuity benefits paid to retired teachers on the first of each month.

NOTE 11

REFUND TO MEMBERS

Refunds of teachers' accounts who have ceased teaching in North Dakota.